## TAX CREDIT ANALYSIS

Department: Economic Development   Structory   Struc	Program Name: Enterprise Zone Benefits (EZ)									
Applicable Taxes: Income tax, Insurance premium tax, Insurance company retaliatory tax Program Description and Eligibility Requirements:	Department: Economic Development Contact Name & No.: Brenda Horstman 751-3713 Date: October 2011									
Program Description and Eligibility Requirements: Program has sunset No new applications being accepted. Tax credits, exemptions and refunds given to taxpayers who establish new facilities or expand existing ones in state designated enterprise zones. At least two new jobs must be created or maintained and at least \$100,000 of new investment within the enterprise zone.  Explanation of How Award is Computed: Entitlement _X_ Discretionary	Program Category: Business Recruitment Type: Tax Credit_X_ Other (specify)									
Program As sunset No new applications being accepted. Tax credits, exemptions and refunds given to taxpayers who establish new facilities or expand existing ones in state designated enterprise zones. At least two revipose must be created or maintained and at least \$100,000 of new investment within the enterprise zone.  Explanation of How Award is Computed:  Explanation of How Award is Computed:  Explanation of Logical real property tax abatement.  Program Cap:  Cumulative \$\frac{1}{2}\$ (remainder of cumulative cap) \$\frac{1}{2}\$ Annual \$\frac{1}{2}\$ None \$\frac{1}{2}\$.  Program Cap:  Cumulative \$\frac{1}{2}\$ (remainder of cumulative cap) \$\frac{1}{2}\$ Annual \$\frac{1}{2}\$ None \$\frac{1}{2}\$.  Explanation of Expiration of Authority: No revenue-producing enterprise shall receive the state tax exemption, state tax credits, or state tax refund as provided in sections 135.000 to 135.283 for facilities commencing operations on or after January 1, 2005. \$\frac{1}{2}\$ 1155 (2004) Local real property tax abatement is not affected.  Specific Provisions: (if applications)  Explanation of Expiration of Authority: No revenue-producing enterprise shall receive the state tax exemption, state tax credits, or state tax refund as provided in sections 135.000 to 135.283 for facilities commencing operations on or after January 1, 2005. \$\frac{1}{2}\$ 1155 (2004) Local real property tax abatement is not affected.  Specific Provisions: (if applications)  Explanation of Expiration of Authority: No revenue-producing enterprise shall receive the state tax exemption, state tax credits, or state tax refund as provided in sections 135.000 to 135.283 for facilities commencing operations on or after January 1, 2005. \$\frac{1}{2}\$ 105 (2004) Local real property tax abatement is not affected.  Specific Provisions: (if applications)  Explanation of Expiration of Authority and Authority of Provisions: (if applications) is limited in applications.  FY 2009  FY 2010  FY 2011  FY 2012  FY 2013  FY 2014  FY 2015  FY 2016  FY 2017  FY 2017  FY 201	Statutory Authority: 135.200 to 135.270, 135.283, RSMo  Applicable Taxes: Income tax, Insurance premium tax, Insurance company retaliatory tax									
enterprise zones. At least two new jobs must be created or maintained and at least \$100,000 of new investment within the enterprise zone.  Explanation of How Award is Computed: Entitlement X_ Discretionary	<b>Program Description and Elig</b>									
Tax credits of up to \$1,200 per new job created, training credit up to \$400, investment credit of \$23,500 per \$1 million of new investment, income exemptions of 50%, refunds up to \$75,000, and a local real property tax abatement.  Program Cap: Cumulative \$ (remainder of cumulative cap) \$ Annual \$ NoneX	Program has sunset No new applications being accepted. Tax credits, exemptions and refunds given to taxpayers who establish new facilities or expand existing ones in state designated									
and a local real property tax abatement.  Program Cap: Cumulative \$	Explanation of How Award is Computed: Entitlement _X _ Discretionary									
Explanation of cap:	Tax credits of up to \$1,200 per new job created, training credit up to \$400, investment credit of \$23,500 per \$1 million of new investment, income exemptions of 50%, refunds up to \$75,000,									
Explanation of Expiration of Authority: No revenue-producing enterprise shall receive the state tax exemption, state tax credits, or state tax refund as provided in sections 135.000 to 135.283 for facilities commencing operations on or after January 1, 2005. SB 1155 (2004) Local real property tax abatement is not affected.    Specific Provisions: (if applicable)	Program Cap: Cumulative	\$ (remainder	of cumulative cap) \$	Annual \$	NoneX					
135.283 for facilities commencing operations on or after January 1, 2005. SB 1155 (2004) Local real property tax abatement is not affected.	Explanation of cap:									
Carry forward         years         Carry Back         years         Refundable         X         Sellable/Assignable         Additional Federal Deductions Available           Comments on Specific Provisions:         Refundable provision is limited in application.         FY 2010         FY 2011         FY 2012         FY 2013           Certificates Issued (#)         Page 11         FY 2011         FY 2012         FY 2013         (budget year)           Certificates Issued (#)         Page 24         11         5         4         5         5         5 <th colspa<="" td=""><td colspan="8"><b>Explanation of Expiration of Authority:</b> No revenue-producing enterprise shall receive the state tax exemption, state tax credits, or state tax refund as provided in sections 135.000 to 135.283 for facilities commencing operations on or after January 1, 2005. SB 1155 (2004) Local real property tax abatement is not affected.</td></th>	<td colspan="8"><b>Explanation of Expiration of Authority:</b> No revenue-producing enterprise shall receive the state tax exemption, state tax credits, or state tax refund as provided in sections 135.000 to 135.283 for facilities commencing operations on or after January 1, 2005. SB 1155 (2004) Local real property tax abatement is not affected.</td>	<b>Explanation of Expiration of Authority:</b> No revenue-producing enterprise shall receive the state tax exemption, state tax credits, or state tax refund as provided in sections 135.000 to 135.283 for facilities commencing operations on or after January 1, 2005. SB 1155 (2004) Local real property tax abatement is not affected.								
Comments on Specific Provisions: Refundable provision is limited in application.   FY 2019	Specific Provisions: (if applicable)									
FY 2009	Carry forward years	Carry Back years Re	fundableX Sellable/	Assignable Addition	al Federal Deductions Available					
ACTUAL   ACTUAL   ACTUAL   (current year)   (budget year)	Comments on Specific Provis	sions: Refundable provision is li	mited in application.							
Certificates Issued (#)         24         11         5         4         4           Projects (#)         24         11         5         4         4           Amount Authorized         \$10,366,073         \$5,627,795         \$2,546,868         \$2,300,000         \$2,300,000           Amount Issued         \$10,366,073         \$5,627,795         \$2,546,868         \$2,300,000         \$2,300,000           Amount Redeemed         \$6,914,412         \$1,481,256         \$1,128,544         \$1,173,000         \$1,173,000           EST. Amount Outstanding         N/A         N/A         \$5,973,302         N/A         N/A           EST. Amount Authorized but Unissued         N/A         N/A         N/A         N/A         N/A           HISTORICAL AND PROJECTED INFORMATION		FY 2009	FY 2010	FY 2011	FY 2012	FY 2013				
Certificates Issued (#)         24         11         5         4         4           Projects (#)         24         11         5         4         4           Amount Authorized         \$10,366,073         \$5,627,795         \$2,546,868         \$2,300,000         \$2,300,000           Amount Issued         \$10,366,073         \$5,627,795         \$2,546,868         \$2,300,000         \$2,300,000           Amount Redeemed         \$6,914,412         \$1,481,256         \$1,128,544         \$1,173,000         \$1,173,000           EST. Amount Outstanding         N/A         N/A         N/A         N/A         N/A           EST. Amount Authorized but Unissued         N/A         N/A         N/A         N/A         N/A           HISTORICAL AND PROJECTED INFORMATION		ACTUAL	ACTUAL	ACTUAL	(current year)	(budget year)				
Amount Authorized \$10,366,073 \$5,627,795 \$2,546,868 \$2,300,000 \$2,300,000 Amount Issued \$10,366,073 \$5,627,795 \$2,546,868 \$2,300,000	Certificates Issued (#)		11	5	4	4				
Amount Issued \$10,366,073 \$5,627,795 \$2,546,868 \$2,300,000 \$2,300,000 Amount Redeemed \$6,914,412 \$1,481,256 \$1,128,544 \$1,173,000 \$1,173,000 EST. Amount Outstanding N/A N/A \$5,973,302 N/A N/A EST. Amount Authorized but Unissued N/A N/A \$0 N/A N/A N/A N/A N/A S0 N/A N/A N/A N/A S0 N/A	Projects (#)	24	11	5	4	4				
Amount Redeemed \$6,914,412 \$1,481,256 \$1,128,544 \$1,173,000 \$1,173,000  EST. Amount Outstanding N/A N/A \$5,973,302 N/A N/A  EST. Amount Authorized but Unissued N/A N/A \$0 N/A N/A  HISTORICAL AND PROJECTED INFORMATION  #FY 2009  #FY 2010  #FY 2011  #FY 2012	Amount Authorized	\$10,366,073	\$5,627,795	\$2,546,868	\$2,300,000	\$2,300,000				
EST. Amount Outstanding EST. Amount Authorized but Unissued  N/A  N/A  N/A  S0  N/A  N/A  N/A  N/A  N/A  N/A  N/A  N/	Amount Issued	+ -,,-	\$5,627,795	+ ,,	+ //	+ /				
EST. Amount Authorized but Unissued  N/A  N/A  N/A  S0  N/A  N/A  N/A  N/A  N/A  N/A  N/A  N/			. , ,							
Unissued   N/A   N/A   \$0   N/A		N/A	N/A	\$5,973,302	N/A	N/A				
#ISTORICAL AND PROJECTED INFORMATION    \$12,000,000		N/A	N/A	\$0	N/A	N/A				
\$12,000,000 \$10,000,000 \$8,000,000 \$8,000,000	Officacca	IV/A			IV/A	IVA				
\$10,000,000 - \$8,0	TIGTORICAL AND PROJECTED INFORMATION									
\$6,000,000 \$4,000,000 \$2,000,000 Amount Authorized Amount Issued Amount Redeemed										

## **TAX CREDIT ANALYSIS**

Program Name: Enterprise Zone Benefits (EZ)

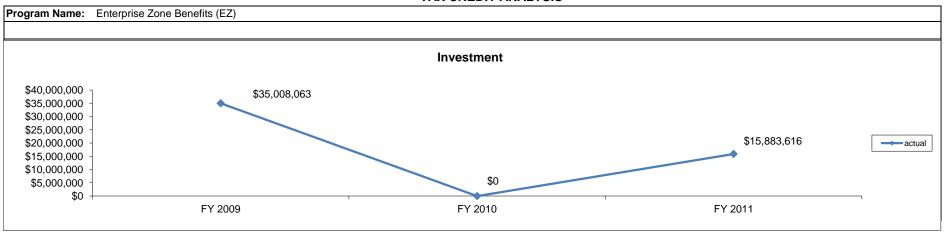
Comments on Historical and Projected Information: The Amount Redeemed includes refunds of \$15,209, \$0, and \$0 for FY 09, FY 10 and FY 11 respectively, and income modifications of \$3,256,808, \$25,887, and \$1,869 for FY 09, FY 10, and FY11 respectively. Tax savings on the income modifications are estimated at 6%.

			BENEFIT: COST ANALYSIS	(includes only state revenue impacts)
		FY 2011	Other Fiscal Period	Derivation of Benefits:
		ACTUAL		Derivation of Benefits.
BENEFITS				
Direct Fiscal Benefits				There are no new authorizations
Indirect Fiscal Benefits				1
	Total	\$0	\$0	
COSTS				
Direct Fiscal Costs				7
Indirect Fiscal Costs				
	Total	\$0	\$0	
BENEFIT: COST		#DIV/0!	#DIV/0!	7

## PERFORMANCE MEASURE(S) **Permanent New Jobs Created** 2500 2000 → actual 1500 1000 500 0 0 0 0 FY 2009 FY 2010 FY 2011

Comments on Performance Measure: There were new jobs over the base year, but not net new jobs over the previous year.

## **TAX CREDIT ANALYSIS**



Comments on Performance Measure: There was new investment over the base year, but not net new investment over the previous year.